

OPERATING BUDGET FISCAL NOTE

DATE OF COUNCIL CONSIDERATION:
CONTACT DEPARTMENT(S):
FUND:

11/8/12
Austin Transportation
Parking Management Fund

SUBJECT: Approve an ordinance amending Ordinance No. 20120910-003 to revise the Fiscal Year 2012-2013 Austin Transportation Department Fee Schedule regarding the use of parking spaces to provide valet services.

CURRENT YEAR IMPACT: The current Valet Permit fee is \$250 per space per year. This action changes the fee to \$0.20 per hour, per space, per year with no charge between midnight and 8:00 AM for FY 2013.

FIVE-YEAR IMPACT:

	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
Total Revenue	137,163	274,325	411,488	411,488	411,488
Net Budget Impact	137,163	274,325	411,488	411,488	411,488

ANALYSIS / ADDITIONAL INFORMATION: On August 18, 2011, Council approved Ordinance No. 20110818-074 directing the City Manager to continue current community outreach efforts, and return to Council with recommendations for modification relating to valet service. In response to the direction of this ordinance, the Austin Transportation Department is presenting a recommendation to Council on November 8, 2012 to amend City Code Chapter 13-5 (Valet Parking Services) related to regulations for provision of valet parking services.

The Austin Transportation Department is proposing to implement a three year, phased approach to amend the Valet Permit fee structure. This action will provide for a budget amendment to change the current fee schedule and revised fees will be proposed for years 2014 and 2015. The current fees for valet services were approved by Council on September 10, 2012.

Current Fee	Proposed
\$250.00 per space per year	January 1, 2013 - \$0.20 per space, per hour, per year, except no charge between midnight and 8:00 a.m.
\$250.00 per space per year	January 1, 2014 - \$0.40 per space, per hour, per year, except no charge between midnight and 8:00 a.m. Twenty percent (20%) reduction for District Service Area.
\$250.00 per space per year	January 1, 2015 - \$0.60 per space, per hour, per year, except no charge between midnight and 8:00 a.m. Twenty percent (20%) reduction for District Service Area

The Transportation Department's recommendations are being made for the following reasons:

- Cost recovery for staff time processing, reviewing, authorizing and enforcing activities related to the provision of Valet Services.
- Incentive for businesses to capture spaces only when absolutely needed, by establishing a fee structure that charges a "per unit" cost, for hours of usage.

Conservative staffing estimates suggest that proposed staff time equals about \$250,000 in expense for the upcoming year.

- Permitting Processing - 1 Full-Time Employee - \$70K
- Enforcement – 2 Full-Time Positions - \$130K (1 full time employee accounts for time spent by 8 evening enforcement officers identifying issues and relaying to citation staff member)